

## State of Utah

## Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil. Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

December 20, 2006

Jerry Glazier for American Cometco Inc. 155 West 100 South Hurricane, Utah 84737

Subject:

<u>DOGM Receipt of Reclamation Surety, \$5000 and Reclamation Contract</u> Requirements, American Cometco Inc., Etna Mine, M0210009, Iron

County, Utah

Dear Mr. Glazier:

Due to a Memorandum Agreement between SITLA and DOGM, the administration of reclamation surety bonds has been transferred to the Division. On December 19, 2006, the Division received a check from SITLA in the amount of \$5000.00 that serves as reclamation surety for the Etna Mine site.

In order to apply this surety to your small mining operation (SMO), it is necessary to complete the enclosed reclamation surety contract (form MR-RC) immediately. Please return the original signed and notarized contract to the Division, attention: Beth Ericksen.

In addition, the company name, American Cometco Inc. is not a registered company with the State of Utah, Department of Commerce. In order to enter into a contractual agreement with the Division, the company must be in good standing with the Department of Commerce. If you are no longer doing business under this name, the permit must be modified and the company name changed to reflect doing business as an individual. Please contact Beth Ericksen, 801-538-5318 or Doug Jensen, 801-538-5382 for details and to provide information regarding your intentions.

Furthermore, a series of letters starting June 8, 2006 were mailed to all small mine operators requiring a reclamation surety bond for small mines within the state of Utah. This letter had a deadline of December 8, 2006 to meet the surety bond requirements. Additional reclamation surety bond requirements may be necessary. Please contact the reclamation specialist for Iron County, Doug Jensen, 801-538-5382, to obtain assistance in the determination of potential additional surety and permitting requirements.

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If you have any questions or require further discussion, please contact any of the mentioned persons in this letter.

Sincerely,

Daron Haddock Permit Supervisor

Minerals Regulatory Program

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Enc: copy of \$5000 check Cc: Beth Ericksen, OGM Doug Jensen, OGM

Doug Jensen, OGM
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